

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

**RECEIVED**

APR 15 2004

**AZ CORPORATION COMMISSION**  
**DIRECTOR OF UTILITIES**

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02078A  
Sitgreaves Water Company  
2961 E. Cooley  
Show Low AZ 85901

**ANNUAL REPORT**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2003</b>
-----------	-----------	-------------

FOR COMMISSION USE

<b>Ann04</b>	<b>03</b>
--------------	-----------

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>SITGREAVES WATER Co</u>			
<b>Mailing Address</b> <u>2961 E. Cooley</u>			
<u>Show Low</u> (City)	<u>Az</u> (State)	<u>85901</u> (Zip)	
<b>Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	
<b>Pager/Cell No. (Include Area Code)</b>		<b>Email Address</b>	
<b>Local Office Mailing Address</b>			
<u>928 5371557</u>			
<b>Local Office Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	
<b>Pager/Cell No. (Include Area Code)</b>		<b>Email Address</b>	

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Thomas V. Lord</u>			
<u>SAME</u> (Street)		<u>Pres.</u> (Title)	
<u>SAV</u> (City)		<u>SAV</u> (State)	<u>SAV</u> (Zip)
<b>Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	
<b>Pager/Cell No. (Include Area Code)</b>		<b>Email Address</b>	
<b>On Site Manager:</b>			
<u>SAV</u> (Name)			
<u>SAV</u> (Street)		<u>SAV</u> (City)	<u>SAV</u> (State)
<u>SAV</u> (Zip)			
<b>Telephone No. (Include Area Code)</b>		<b>Fax No. (Include Area Code)</b>	
<b>Pager/Cell No. (Include Area Code)</b>		<b>Email Address</b>	

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Thomas V. Lord  
 (Name)  
2961 E. Cooley Show Low Az 85901  
 (Street) (City) (State) (Zip)  
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)  
 Attorney: \_\_\_\_\_  
 (Name)  
 \_\_\_\_\_  
 (Street) (City) (State) (Zip)  
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |   |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S)    | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input checked="" type="checkbox"/> Subchapter S Corporation (Z)          |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co op (A)                            |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                        |
| <input type="checkbox"/> Other (Describe) _____ |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |  |                                   |                                   |
|--|-----------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE            | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA              | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ            | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input checked="" type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA     | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ        | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE         |                                   |                                   |

COMPANY NAME

SITGreaves

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	1,150	<del>0</del>	1,150
304	Structures and Improvements	70,425	63,403	7,022
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>71,575</b>	<b>63,403</b>	<b>8,172</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME *SIT greaves*

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	70,425	Various	1,071
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>			1,071

This amount goes on Comparative Statement of Income and Expense  
Acct. No. 403.

COMPANY NAME

SITGreaves

**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 1021	\$ 666
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 1,021	\$ 666
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 71,575	\$ 71,575
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	62,332	63,403
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 9,243	\$ 8,172
	<b>TOTAL ASSETS</b>	\$ 10,264	\$ 8838

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME SITGREAVES**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	360	360
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	300	302
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 660	\$ 662
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 20,165	\$ 20,163
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$	\$
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 300	\$ 300
211	Paid in Capital in Excess of Par Value	22,884	22,885
215	Retained Earnings	<33,745>	<35,172>
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ <10,561>	\$ <11,987>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 10,264	\$ 8,838

COMPANY NAME SITGreavesCOMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 20,906	\$ 23,113
460	Unmetered Water Revenue		
474	Other Water Revenues	2,445	150
	<b>TOTAL REVENUES</b>	\$ 23,351	\$ 23,263
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	1,624	1,884
618	Chemicals		
620	Repairs and Maintenance	6,445	2,321
621	Office Supplies and Expense	227	7,126
630	Outside Services	610	6,630
635	Water Testing	3,844	3,161
641	Rents	6,464	350
650	Transportation Expenses	1,400	
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	35	0
403	Depreciation Expense	1,071	1,071
408	Taxes Other Than Income	910	1,214
408.11	Property Taxes	566	933
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 23,490	\$ 24,690
	<b>OPERATING INCOME/(LOSS)</b>	\$	\$
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$	\$
	<b>NET INCOME/(LOSS)</b>	\$ <145>	\$ <1,427>



COMPANY NAME SITGREAVES

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$ <u>N/A</u>	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate				
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 360

Meter Deposits Refunded During the Test Year

\$ ~~104.25~~ 104.25

COMPANY NAME Sitgreaves

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-806522	5	20	775	6		

- Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7 1/2	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	89	3

COMPANY NAME

SITgreaves

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)****MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	66
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

**TREATMENT EQUIPMENT:**


---

---

---

---

---

---

---

**STRUCTURES:**


---

---

---

---

---

---

---

**OTHER:**


---

---

---

---

---

---

---

COMPANY NAME:

SITGreavesWATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	65	57,590	
FEBRUARY	65	57,590	
MARCH	65	88,780	
APRIL	66	85,290	
MAY	66	82,3140	
JUNE	66	565,810	
JULY	66	530,170	
AUGUST	66	296,900	
SEPTEMBER	66	332,880	
OCTOBER	66	154,920	
NOVEMBER	65	142,390	
DECEMBER	65	71,225	
TOTAL		N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes☒ No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system. < .004 mg/l

(If more than one well, please list each separately)

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME Sitgreaves YEAR ENDING 12/31/2003

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 933.32

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

COMPANY NAME SITGREAVES YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances: \_\_\_\_\_

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

**RECEIVED**

APR 15 2004

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

x Thomas V. Lord  
SIGNATURE

x 4-14-04  
DATE

Thomas V. Lord  
PRINTED NAME

x President  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

**RECEIVED**

APR 15 2004

VERIFICATION

STATE OF \_\_\_\_\_

I, THE UNDERSIGNED

OF THE

<small>COUNTY OF (COUNTY NAME)</small> <b>NAVAJO</b>	<small>NAME (OWNER OR OFFICIAL) TITLE</small> <b>Thomas V. Lord President</b>
<small>COMPANY NAME</small> <b>LORD ARIZONA WATER SYSTEMS</b>	

**ARIZONA CORPORATION COMMISSION  
DIRECTOR OF UTILITIES**

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

<small>MONTH</small> <b>12</b>	<small>DAY</small> <b>31</b>	<small>YEAR</small> <b>2003</b>
-----------------------------------	---------------------------------	------------------------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$23,113

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 1214  
IN SALES TAXES BILLED, OR COLLECTED

\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Thomas V. Lord  
SIGNATURE OF OWNER OR OFFICIAL  
928 537 1557  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC AND FOR THE COUNTY OF \_\_\_\_\_  
**ANGELA M. TRACY**  
NOTARY PUBLIC - State of Arizona  
NAVAJO COUNTY  
My Comm. Expires Aug. 19, 2005  
(SEAL)

<small>COUNTY NAME</small> <b>NAVAJO</b>	<small>MONTH</small> <b>2004</b>
---	-------------------------------------

Angela M. Tracy  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 8/19/05

# RECEIVED

APR 15 2004

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>NAVAJO</u>	
NAME (OWNER OR OFFICIAL) <u>Thomas V. Lord</u>	TITLE <u>President</u>
COMPANY NAME <u>Sitgreaves Water Co</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

## SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 23,113

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 1214  
IN SALES TAXES BILLED, OR COLLECTED

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

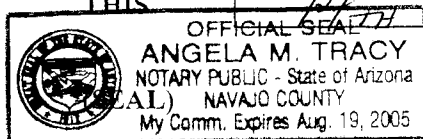
Thomas V. Lord  
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF



MY COMMISSION EXPIRES

8/19/05

NOTARY PUBLIC NAME <u>ANGELA M. TRACY</u>	
COUNTY NAME <u>NAVAJO</u>	
MONTH <u>APRIL</u>	20 <u>04</u>

Angela M. Tracy  
SIGNATURE OF NOTARY PUBLIC